

FISCAL NOTE
SB 51
FIRST EXTRAORDINARY SESSION

April 6, 1999

SUMMARY OF BILL: Imposes an income tax of 6% per annum to be levied and collected on incomes derived from lottery winnings. The proceeds from this tax are to be paid into a scholarship fund to defray tuition and other costs of Tennessee residents.

ESTIMATED FISCAL IMPACT:

MINIMAL

Impact is minimal, since there is presently no lottery conducted in Tennessee.

For information purposes, the following should be noted. If a lottery was conducted in Tennessee, this bill is estimated to generate an increase in state revenues exceeding \$10,000,000 from taxes levied and collected on incomes derived from lottery winnings to be paid into a scholarship fund.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director